DEPARTMENT OF TRANSPORTATION

DIVISION OF ENGINEERING SERVICES OFFICE ENGINEER 1727 30th STREET, MS-43 P.O. BOX 168041 SACRAMENTO, CA 95816-8041 PHONE (916) 227-6299 FAX (916) 227-6282 TTY 711 www.dot.ca.gov



Serious drought. Help save water!

June 14, 2016

Greg Souder, Secretary O.C. Jones & Sons, Inc. 1520 Fourth Street Berkeley, CA 94710-1774 Facsimile: (510) 526-0990

04-3J4404 04-Sol-12-R23.5/25.5 B.O. 5/10/16

Dear Mr. Souder:

The Department of Transportation received a letter dated May 12, 2016, from O.C. Jones & Sons, Inc. (O.C. Jones), protesting the bid submitted by George Reed, Inc. (George Reed) for the above referenced contract. The protest alleges that bidders 2 - 5 submitted bid amounts ranging from \$100 to \$115 per ton for bid item 26, Rubberized Hot Mix Asphalt (Gap Graded), and George Reed's bid of \$55.00 per ton is mathematically unbalanced and will not result in the lowest ultimate cost to the State. Therefore, should be rejected and found nonresponsive

Caltrans reviewed the bid documents as well as the protest and Caltrans does not agree that George Reed's bid is mathematically unbalanced. As you are aware, George Reed is a producer of the material and Valley Slurry Seal an affiliate of George Reed is providing the rubberized binder. Given these two factors, George Reed is able to obtain the product at a reduced cost which may exclude any profit and overhead.

Based on the above, Caltrans will proceed to award this contract to the lowest responsible bidder.

If you have any questions, please contact Mulissa Smith, Contract Awards Manager, at (916) 227-6228.

Sincerely,

JILL Y. SEWELL

Office Chief

Office Engineer, Construction Contract Awards

Division of Engineering Services

** Transmit Conf. Report **

P. 1 CAL/TRANS PLANSCOUNTER

Jun 14 2016 10:46am

Fax/Phone Number	Mode	Start	Time	Page	Result	Note
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STATE OF CALIFORNIA-CALIFORNIA STATE TRANSPORTATION AGENCY

EDMUND G. BROWN Jr., Governor

DEPARTMENT OF TRANSPORTATION

DIVISION OF ENGINEERING SERVICES
OFFICE ENGINEER
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